



Flying Cement
Company Limited

HALF YEARLY REPORT

(UN-AUDITED)

DECEMBER 31, 2021



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COMPANY INFORMATION

Board of Directors

Mr. Kamran Khan

Chairman

Mr. Momin Qamar

Mr. Yousaf Kamran Khan

Mr. Qasim Khan

Mrs. Samina Kamran

Mr. Omar Naeem

Mr. Pervaiz Ahmad Khan

Mr. Agha Hamayun Khan

Chief Executive

Chief Financial Officer

Mr. Hamid Ur Rahman, FCA

Internal Auditor

Mr. Imran Matloob Khan

Company Secretary

Mr. Shahid Awan

Legal Advisor

Mr. Waqar Hasan

Production Facility

25-K.m. Lilla Interchange

Lahore-Islamabad Motorway,

Mangowal, Distt. Khoshab

Registered Head Office

4- Sarwar Colony, Sarwar Road, Lahore Cantt.

Tel: 042-36674301-5 Fax: 042-36660693

Website: www.flyingcement.com

Email: info@flyingcement.com

Shares Registrar

THK Associates (Pvt) Limited.

Plot No. 32-C, Jami Commercial Street 2, D.H.A,

Phase VII, Karachi-75500

Tel: 021-111-000-322, Fax: 021-35310190

Audit Committee

Mr. Omar Naeem

Chairman

Mr. Qasim Khan

Member

Mr. Yousaf Kamran Khan

Member

Auditors

External Auditor

M/s . Naveed Zafar Ashfaq Jaffery & Co.

Chartered Accountants

HUMAN RESOURCE AND

REMUNERATION COMMITTEE

Mr. Pervaiz Ahmad Khan

Chairman

Mr. Momin Qamar

Member

Mr. Yousaf Kamran Khan

Member

Bankers

National Bank of Pakistan

Al Baraka Bank (Pakistan) Limited

United Bank Limited

Habib Bank Limited

Meezan Bank Limited

Credit Rating

Long Term Rating: A-

Short Term Rating: A2

(By PACRA)



Vision

To be a premier quality cement manufacturing unit engaged in nation building through the most efficient utilization of resources.

Mission

Successfully deliver quality cement by using innovative practices with the ultimate goal of increasing the satisfaction of our customers

To minimize the cost of production by using state-of-the-art technology and utilizing our experience in increasing profits for our shareholders.





Core Values

At Flying Cement, core values are always given importance. These values are not only theoretical but in actual fact delve deep in the hearts of entire team

These values are reflected with in the name of FLYING itself.

Focus

We believe in focusing on reducing cost and improving quality thereby offering profit to our shareholders.

Leadership

Our objective is to lead as a cost effective competitor. We understand the demand of cement industry at a global level as well as the needs of people within Pakistan.

You

Flying Cement always maintains 'You first' approach, not only to please our customer but also to satisfy our shareholders.



Initiatives

Taking initiative in incorporating modern technology to reduce cost and to improve quality.

New

We are pioneer in using new ideas and strategies for the cost effective and quality cement manufacturing.

Global

We strive to be reckoned with dignity in global market.

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DIRECTOR'S REVIEW

The Directors of your Company are pleased to present the un-audited condensed interim financial statements of the Company for the 2nd quarter ended December 31, 2021.

Financial Performance

The summarized financial performance is given below:

Dec 31, 2021

Dec 31, 2020

	Rupees	Rupees
Gross Sales	3,522,678,588	1,467,458,459
Net Sales	2,619,879,761	1,019,595,209
Cost of goods sold	(2,102,493,275)	(937,223,988)
Gross Profit/(Loss)	517,386,486	82,371,221
Admin and selling expenses	(38,277,306)	(32,649,857)
Financial Cost	(37,495,492)	(99,172)
Taxation	(51,289,593)	(22,030,636)
Profit/ (Loss) After Taxation	464,012,335	89,224,590
(Loss) /Earning Per Share (Rs)	1.18	0.51

During the 2nd quarter, the net sales has increased by 157% from approx. Rs.1,020M to Rs.2,620M, gross profit by 530% from Rs. 82M to Rs.517M and pre-tax profit by 421% from Rs.89M to Rs.464M compared with corresponding period of last year.

Revenue

During the 2nd quarter 2022 under review, your Company's overall gross sales revenue increased by 140% as compared to 24% of the same period last year.

Gross Profit

The gross profit of the company for the 2nd quarter under review increased by 530% as compared to a decrease of (137) % reported during the same quarter last year.

Issued, subscribed and paid-up capital increased because of issuance of 5% bonus shares during the period.

Future Outlook

The economy continued to face challenges on account of rising imports, current account deficit and increased inflationary pressures. We are bullish on improvement in domestic sales on account of Government spending on mega projects, multipurpose water reservoirs / Dams and five million housing schemes including CPEC which will help the company to maintain its growth in the current financial year. The rising population has also increased more demand of houses in the country which is being addressed by the government through Naya Pakistan Housing Scheme (NPHS). Similarly, the package announced for the construction industry by the Federal Government and State Bank of Pakistan's measures towards boosting housing finance will continue to accelerate demand of cement in the country. The State Bank of Pakistan raised the policy rate by 275 basis points taking the interest rates to 9.75%. PKR depreciated by 13% this year to Rs. 177 to US\$. The IMF program is expected to resume in Q3, resulting in improved macroeconomic stability.

The Right Share Issue of Rs 3 Billion is in progress and expected to be successfully completed in due course of time, further cementing the company's business plan. Subsequently, the company's gearing ratio would be approx. 30% being significantly lower compared to industry average.

The Company is fully committed to complete its Line 2 expansion project, after which significant rise in profitability and financial ratios is expected to maximise shareholder return. It is estimated that the company shall achieve its COD during September 2022 after which the annual cement production capacity will be 3,510,000 tons.

Going forward, potential challenges can include increase in the cost of production caused by high inflation, increasing coal prices in international markets, expected hike in electricity rates, PKR depreciation against US\$, increase in interest rates and geo-political uncertainty.



We all are willing to go to the extra mile to contribute enthusiastically on a continuous basis. Hence, it is projected that the profitability in the remaining period of the year will improve. We assure, the management is fully committed to provide long term sustainable growth and value for all its stakeholders.

Acknowledgement

Management of your Company take pleasure in expressing their sincere gratitude and appreciation for the outstanding commitment and contribution of all the employees and continued trust and reliance placed in the Company by all the stakeholders.

For and on behalf of the board

Agha Hamayun Khan
Chief Executive

Lahore; February 28, 2022

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of **Flying Cement Company Limited**

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Flying Cement Company Limited as at 31 December 2021 and the related condensed interim statement of profit or loss, and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows, and notes to the financial statement for the six-month period then ended. (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

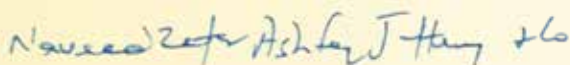
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures for the quarters ended December 31, 2021 and December 31, 2020 in the condensed interim statement of profit or loss has not been reviewed and we do not express a conclusion on them.

The engagement partner on the review *resulting in this independent auditor's report* is *Shahid Mohsin Shaikh*, FCA



Naveed Zafar Ashfaq Jaffery & Co.,
Chartered Accountants

Place: Lahore
February 28, 2022.

Flying Cement Company Limited
Condensed Interim Statement of Financial Position
As at 31 December 2021 (Un-Audited)



	(Un-Audited) December 31 2021 Rupees	(Audited) June 30 2021 Rupees
EQUITY AND LIABILITIES		
SHARE CAPITAL & RESERVES		
Authorized share capital 800,000,000 ordinary shares of Rs. 10/- each.	8,000,000,000	4,000,000,000
Issued, subscribed and paid up capital 394,800,000, ordinary shares of Rs. 10/- each.	3,948,000,000	3,760,000,000
Reserves	849,509,252	548,555,943
	4,797,509,252	4,308,555,943
Directors & shareholders loan	5 1,963,856,053	697,298,582
Surplus on revaluation of fixed assets	6 3,935,220,779	3,965,661,753
	5,899,076,832	4,662,960,335
	10,696,586,084	8,971,516,278
NON-CURRENT LIABILITIES		
Long term liabilities	7 3,430,201,771	4,114,951,771
Loan from associated undertaking	312,566,194	331,867,808
Long term deposits	14,005,340	14,005,340
Deferred liabilities	8 657,314,102	645,044,386
	4,414,087,407	5,105,869,305
CURRENT LIABILITIES		
Trade and other payables	1,517,815,128	1,620,162,968
Directors & shareholders loan	634,681,086	808,540,887
Unclaimed Dividend	59,526	59,526
Short term finances	9 332,231,808	415,229,671
Current portion of long term finance	7 1,735,998,000	1,358,298,000
	4,220,785,548	4,202,291,052
TOTAL LIABILITIES	8,634,872,955	9,308,160,356
Contingencies and commitments	10 -	-
TOTAL EQUITY AND LIABILITIES	19,331,459,039	18,279,676,635
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	11 17,287,676,410	15,885,677,785
Long term security deposits	32,880,151	32,880,151
	17,320,556,561	15,918,557,936
CURRENT ASSETS		
Stores, spares & loose tools	322,127,551	250,053,087
Stock in trade	678,205,083	970,617,841
Trade debts	176,195,393	185,871,391
Advances, deposits, prepayments & other receivables	773,664,395	749,642,350
Cash and bank balances	60,710,056	204,934,030
	2,010,902,478	2,361,118,699
TOTAL ASSETS	19,331,459,039	18,279,676,635

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer



Flying Cement Company Limited
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (UN-AUDITED)

	For the half year ended		For the quarter ended	
	Jul - Dec 2021 (Un-Audited)	Jul - Dec 2020 (Un-Audited)	Oct-Dec 2021 (Un-Audited)	Oct-Dec 2020 (Un-Audited)
	------(Rupees)-----			
Gross sales	3,522,678,588	1,467,458,459	1,817,964,743	1,364,031,016
Less : Sales tax & excise duty	(902,798,827)	(447,863,250)	(425,739,231)	(412,852,694)
Net sales	2,619,879,761	1,019,595,209	1,392,225,512	951,178,322
Cost of sales	(2,102,493,275)	(937,223,988)	(1,112,474,140)	(835,267,437)
Gross Profit	517,386,486	82,371,221	279,751,372	115,910,885
Distribution cost	(3,917,550)	(4,869,405)	(1,121,050)	(3,051,171)
Administrative expenses	(34,359,756)	(27,780,452)	(13,458,124)	(16,155,695)
	(38,277,306)	(32,649,857)	(14,579,174)	(19,206,866)
Operating Profit	479,109,180	49,721,364	265,172,198	96,704,019
Finance cost	(37,495,492)	(99,172)	(9,684,853)	(85,419)
Other income	73,688,240	61,633,034	35,125,110	51,236,689
Profit before taxation	515,301,928	111,255,226	290,612,455	147,855,289
Taxation	(51,289,593)	(22,030,636)	(31,534,680)	(17,938,006)
Profit after taxation	464,012,335	89,224,590	259,077,775	129,917,283
Other Comprehensive income	-	-	-	-
Total Comprehensive income for the period	464,012,335	89,224,590	259,077,775	129,917,283
Earnings per share- basic	1.18	0.51	0.66	0.74

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer



FLYING CEMENT COMPANY LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-Audited)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (Un-Audited)

	Ordinary Share Capital (Rs.)	Accumulated Profit / (Loss) (Rs.)	Directors & Shareholders Loan (Rs.)	Capital Reserves		Total (Rs.)
				Revaluation Surplus (Rs.)	Gain on Disposal of Shares (Rs.)	
Balance as at July 01, 2020	1,760,000,000	270,742,574	1,970,674,892	4,027,666,417	126,978,994	8,156,062,877
Total Comprehensive income for the year	-	89,224,590	-	-	-	89,224,590
Other comprehensive Income / (Loss) for the period	-	-	-	-	-	-
Directors & Shareholders loan	-	-	-	-	-	-
Incremental depreciation	-	31,002,332	-	(31,002,332)	-	-
Balance as at December 31, 2020	1,760,000,000	390,969,496	1,970,674,892	3,996,664,085	126,978,994	8,245,287,467
Balance as at June 30, 2021	3,760,000,000	421,576,949	697,298,582	3,965,661,753	126,978,994	8,971,516,278
Profit / (Loss) for the period	-	-	-	-	-	-
Other comprehensive Income for the period	-	464,012,335	-	-	-	464,012,335
Directors & Shareholders loan - Net	-	-	1,266,557,471	-	-	1,266,557,471
Incremental depreciation	-	30,440,974	-	(30,440,974)	-	-
Issuance of bonus shares	188,000,000	(188,000,000)	-	-	-	-
Shares issue expenses	-	(5,500,000)	-	-	-	(5,500,000)
Balance as at December 31, 2021	3,948,000,000	722,530,258	1,963,856,053	3,935,220,779	126,978,994	10,696,586,084

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer



FLYING CEMENT COMPANY LIMITED
Condensed Interim Statement of Cash Flows(Un-Audited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2021 (Un-Audited)

	Note	(Un-Audited) December 31 2021 Rupees	(Un-Audited) December 31 2020 Rupees
Cash generated from operations	12	555,728,712	8,257,325
Gratuity Paid		-	-
Finance cost paid		(37,495,492)	(99,172)
Income Tax (paid) / refund received		(44,519,877)	69,376,691
Net Cash from Operating Activities		473,715,343	77,534,844
Cash Flows From Investing Activities			
Fixed Capital Expenditure		(1,475,057,840)	(733,244,262)
Long Term Security deposit			-
Net Cash (used in) Investing Activities		(1,475,057,840)	(733,244,262)
Cash Flows From Financing Activities			
Term Finance		(390,047,863)	2,257,048,199
Associated undertaking		(19,301,614)	2,040,000
Director & Shareholders Loan		1,266,470,000	-
Net Cash from Financing Activities		857,120,523	2,259,088,199
Net Increase / (Decrease) in Cash and Cash Equivalents		(144,221,974)	1,603,378,781
Cash and Cash Equivalents - at the beginning of the year		204,934,030	(1,558,918,374)
Cash and Cash Equivalents - at the end of the year		60,710,056	44,460,407

The annexed notes from 1 to 14 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer



Flying Cement Company Limited

Notes To The Condensed Interim Financial Statements (Un-Audited)

For the half year ended December 31, 2021 (Un-Audited)

1 LEGAL STATUS AND OPERATIONS

Flying Cement Company Limited (the Company) was incorporated in Pakistan as a Public Limited Company on December 24, 1992 under the Companies Ordinance, 1984. (Now the Companies Act, 2017). The shares of the Company are listed on Pakistan Stock Exchange Limited.

The principal activities of the company are to manufacturing, marketing and sale of cement. The geographical location and address of the company's business units including plants are as follows:

Business Unit

Head Office (Registered office)
Manufacturing Plant

Geographical Location & Address

04- Sarwar Colony Sarwar Road Cantt, Lahore.
25-Km. Lilla Interchange Lahore - Islamabad Motorway, Mangowal Distt. Khushab

2 BASIS OF PREPARATION

2.1 Statement Of Compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standards IAS-34, Interim Financial reporting issued by IASB as notified under the Companies Act, 2017
- Provisions of and directives issued under the Act.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2 This condensed interim financial statements comprises the condensed interim statement of financial position of the Company, as at 30 September 2021 and the related condensed interim statement of profit or loss account and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes forming part thereof.
- 2.3 The condensed interim financial statements do not include all the information and disclosures required in an annual financial statements and should be read in conjunction with the financial statements for the year ended June 30, 2021.
- 2.4 Comparative statement of financial statements numbers are extracted from the annual audited financial statements of the Company for the year ended 30 June 2021, whereas comparatives of condensed interim statement of profit or loss account and other comprehensive income, statement of cash flows and statement of changes in equity are stated from unaudited condensed interim financial statements of the Company for the three months period ended 30 September 2020.
- 2.5 This condensed interim financial information is being submitted to the shareholders as required by Section 237 of the Companies Act, 2017.

3 Key Judgments and estimates

In preparing these condensed interim financial statements management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those applied in the preparation of annual audited financial statements for the year ended 30 June 2021.

4 Significant Accounting Policies

The accounting policies adopted for the preparation of this condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended 30 June 2021.



Flying Cement Company Limited
Notes To The Condensed Interim Financial Statements (Un-Audited)
For the half year ended December 31, 2021 (Un-Audited)

		(Un-Audited) December 31 2021 Rupees	(Audited) June 30 2021 Rupees
5 DIRECTORS & SHAREHOLDERS LOAN - UNSECURED			
Directors & shareholders loan	5.1	<u>1,963,856,053</u>	<u>697,298,582</u>
		<u>1,963,856,053</u>	<u>697,298,582</u>
5.1	The directors have provided interest free loan for expansion and working capital requirements. The repayment of the loan is at the discretion of the Company.		
6 SURPLUS ON REVALUATION OF FIXED ASSETS			
Balance as July 01,		3,965,661,753	4,027,666,417
Add: Revaluation Surplus		-	-
		<u>3,965,661,753</u>	<u>4,027,666,417</u>
Less: Surplus transferred to accumulated profit			
Incremental depreciation		<u>42,874,611</u>	<u>87,330,512</u>
Deferred Tax effect		<u>(12,433,637)</u>	<u>(25,325,848)</u>
		<u>30,440,974</u>	<u>62,004,664</u>
		<u>3,935,220,779</u>	<u>3,965,661,753</u>
7 LONG TERM LIABILITIES			
Loans from banking companies - secured		<u>3,430,201,771</u>	<u>4,114,951,771</u>
		<u>3,430,201,771</u>	<u>4,114,951,771</u>
7.1 LOANS FROM BANKING COMPANIES - SECURED			
National Bank of Pakistan Demand Finance - II		<u>1,274,048,580</u>	<u>1,274,048,580</u>
National Bank of Pakistan Demand Finance - III		<u>22,681,000</u>	<u>36,370,000</u>
National Bank of Pakistan Demand Finance - IV		<u>1,124,548,433</u>	<u>1,124,548,433</u>
National Bank of Pakistan Demand Finance - V		<u>400,000,000</u>	<u>400,000,000</u>
National Bank of Pakistan Demand Finance - VI		<u>128,416,000</u>	<u>134,000,000</u>
National Bank of Pakistan Demand Finance - VII		<u>1,349,369,125</u>	<u>1,349,369,125</u>
National Bank of Pakistan Demand Finance - VIII		<u>320,605,580</u>	<u>608,382,580</u>
Al Baraka Bank Diminishing Musharika		<u>546,531,053</u>	<u>546,531,053</u>
		<u>5,166,199,771</u>	<u>5,473,249,771</u>
Less: current portion of long term liabilities as shown under current liabilities		<u>1,735,998,000</u>	<u>1,358,298,000</u>
		<u>3,430,201,771</u>	<u>4,114,951,771</u>
7.2	There is no change in the terms and conditions as disclosed in the Company's annual audited financial statements for the year ended June 30, 2021.		
8 DEFERRED LIABILITIES			
Deferred Taxation	8.1	655,550,220	643,280,504
Gratuity		<u>1,763,882</u>	<u>1,763,882</u>
		<u>657,314,102</u>	<u>645,044,386</u>



Flying Cement Company Limited
Notes To The Condensed Interim Financial Statements (Un-Audited)
For the half year ended December 31, 2021 (Un-Audited)

		(Un-Audited) December 31 2021 Rupees	(Audited) June 30 2021 Rupees
8.1 Deferred Taxation - Net			
Taxable temporary differences - effect thereof			
-Excess of accounting book value of fixed assets over their tax base		1,002,247,978	1,130,887,726
-Prepaid rent		-	87,000.00
Deductible temporary differences - effect thereof			
-Gratuity		(511,526)	(489,305)
-WPPF & WWF		(8,022,116)	(11,973,368)
-Remeasurement of defined benefits		-	(22,220)
-Unused tax losses		(338,164,117)	(475,209,329)
		<u>655,550,220</u>	<u>643,280,504</u>
9 SHORT TERM FINANCES			
Loans from banking companies-secured	9.1	332,231,807	415,229,671
		<u>332,231,807</u>	<u>415,229,671</u>
9.1 LOANS FROM BANKING COMPANIES-SECURED			
Albaraka Islamic Bank		48,137,987	45,696,561
National Bank of Pakistan		284,093,820	369,533,110
		<u>332,231,807</u>	<u>415,229,671</u>
9.2			
There is no change in the terms and conditions as disclosed in the Company's annual audited financial statements for the year ended June 30, 2021.			
10 CONTINGENCIES AND COMMITMENTS			
Contingencies			
10.1			
There is no significant change in the contingencies as disclosed in the financial statements for the year ended June 30, 2021.			
Commitments			
10.2			
Commitments in respect of outstanding letter of credit amount to Rs. Nil (30 June 2021 Rs.139.614 million). It includes letter of credit facilities for procurement of new cement production plant, raw material and parts of machinery.			
11 PROPERTY, PLANT & EQUIPMENT			
Operating Assets - tangible	11.1	7,267,421,335	7,356,066,326
Capital Work in Progress - at cost	11.2	10,020,255,075	8,529,611,459
		<u>17,287,676,410</u>	<u>15,885,677,785</u>
11.1 Operating Assets - tangible			
Opening book value		7,356,066,326	6,775,059,833
Additions for the period / year	11.1.1	4,810,274	721,411,127
Deletions during the period / year		-	-
Ininsurance Claim		(20,396,050)	-
Depreciation for the period / year		(73,059,215)	(140,404,634)
		<u>7,267,421,335</u>	<u>7,356,066,326</u>
11.1.1 Additions for the period / year - net			
Plant & Machinery		-	720,651,127
Electric Installation		305,000	760,000
Vehicals		4,505,274	-
		<u>4,810,274</u>	<u>721,411,127</u>
11.2 CAPITAL WORK IN PROGRESS			
Building		875,986,634	523,438,420
Plant & machinery		9,144,268,441	8,006,173,039
		<u>10,020,255,075</u>	<u>8,529,611,459</u>



Flying Cement Company Limited
Notes To The Condensed Interim Financial Statements (Un-Audited)
For the half year ended December 31, 2021 (Un-Audited)

	(Un-Audited) December 31 2021 Rupees	(Un-Audited) December 31 2020 Rupees
12 CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) for the period - before taxation	515,301,928	111,255,226
Adjustment for:		
Depreciation	73,059,215	67,257,853
Provision for Gratuity	-	-
Finance cost	37,495,492	99,172
	110,554,707	67,357,025
	625,856,635	178,612,251
(Increase) / decrease in current assets		
(Increase) in Stores, spares & loose tools	(72,074,464)	19,463,004
(Increase) / Decrease in Stock-in-trade	292,412,758	(40,316,831)
(Increase) / decrease in Trade debts	9,675,998	(4,308,394)
(Increase) / Decrease in Advances, deposits, prepayments and other receivables	(24,022,045)	31,290,735
	205,992,247	6,128,514
(Increase) / decrease in current liabilities		
Increase / (Decrease) in director and Shareholder loan	(173,772,330)	(265,161,485)
Increase (Decrease) in Trade and other Payables	(102,347,840)	88,678,045
	(276,120,170)	(176,483,440)
Cash generated from operations	555,728,712	8,257,325

13 RELATED PARTIES TRANSACTIONS

Related parties of the company comprise associated undertakings, directors, key employees and management personnel. Detail of transactions with related parties except remuneration and benefits to directors and management personnel under their terms of employment, are as under:

	(Un-audited) Jul - Dec 2021 Rupees	(Un-audited) Jul - Dec 2020 Rupees
Transactions with associated companies during the period		
Sales to Associated Companies	-	-
Purchases from Associated Companies	-	-
	-	-
Transaction with others key management personal during the period		
Saleries & Benefits	11,400,000	11,400,000
	11,400,000	11,400,000



Flying Cement Company Limited
Notes To The Condensed Interim Financial Statements (Un-Audited)
For the half year ended December 31, 2021 (Un-Audited)

	Relationship	(Un-Audited)	(Audited)
		December 31 2021 Rupees	June 30 2021 Rupees
Year end balances			
Payable to related parties.	Associated undertakings	312,566,194	331,867,808
Receivable from related parties			
Flying Kraft Paper Mills (Pvt) Ltd	10% Shareholding of directors of Flying Cement Company Limited in Flying Kraft Paper Mills	4,311,307	4,311,307
Lahore Paper Sack	Son of director of Flying Cement Company Limited is proprietor in Lahore Paper Sack.	41,020,828	41,020,828
		45,332,135	45,332,135
Loan payable to director and shareholders	Directors and shareholders	1,963,856,053	697,298,582

14 FINANCIAL RISK MANAGEMENT

The Company finances its operations through equity, borrowings and management of working capital with a view to maintain an appropriate mix between various sources of finance to minimize risk. The Company follows an effective cash management and planning policy and maintains flexibility in funding by keeping committed credit lines available. Market risks are managed by the Company through the adoption of appropriate policies to cover currency risks and interest rate risks.

There have been no changes in the risk management policies since June 30, 2021. Consequently, these condensed interim financial statements do not include all the financial risk management information and disclosures required for the annual financial statements.

14.1 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on February 28, 2022 by the Board of Directors of the Company.

14.2 GENERAL

- Figures in the condensed interim financial statements have been rounded off to the nearest rupee.
- Corresponding figures have been rearranged and reclassified, wherever necessary, for the purposes of comparison.


Director


Chief Executive


Chief Financial Officer



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